

House File 399 - Introduced

HOUSE FILE _____
BY WINDSCHITL, MAY, KAUFMANN,
SCHULTZ, STRUYK, HUSEMAN,
DOLECHECK, DEYOE, SODERBERG,
DE BOEF, and SORENSON

Passed House, Date _____ Passed Senate, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act exempting retired veterans from the imposition of the
2 individual income tax and including a retroactive
3 applicability date provision.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
5 TLSB 1750YH 83
6 tw/mg:sc/5

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1 1 Section 1. Section 422.5, Code 2009, is amended by adding
1 2 the following new subsection:
1 3 NEW SUBSECTION. 2A. However, the tax shall not be imposed
1 4 on a resident or nonresident who is at least sixty-five years
1 5 old on December 31 of the tax year and who has performed
1 6 active duty military service in the United States armed
1 7 forces, armed forces military reserve, or national guard, and
1 8 who has been honorably discharged. In the case of married
1 9 persons filing jointly, the exemption from tax under this
1 10 subsection only applies to the income of the spouse who
1 11 qualifies as a veteran.
1 12 Sec. 2. RETROACTIVE APPLICABILITY. This Act applies
1 13 retroactively to January 1, 2009, for tax years beginning on
1 14 or after that date.
1 15 EXPLANATION
1 16 This bill exempts from the imposition of the individual
1 17 income tax veterans who have performed active duty military
1 18 service in the armed forces, armed forces military reserve, or
1 19 the national guard and who have been honorably discharged.
1 20 If married persons file jointly, the exemption of income
1 21 from tax only applies to the income of the veteran spouse.
1 22 The bill applies retroactively to January 1, 2009, for tax
1 23 years beginning on or after that date.
1 24 LSB 1750YH 83
1 25 tw/mg:sc/5